

Department of Energy Acquisition Regulation

No. 94-5

Date May 6, 1994

ACQUISITION LETTER

AUTHORITY

This Acquisition Letter is issued by the Procurement Executive pursuant to a delegation from the Secretary and under the authority of the Department of Energy Acquisition Regulation Subpart 901.301-70.

CONTENTS

<u>CITATION</u>	TITLE
915.9	Profit
970.1509	Fees for Management and Operating contracts
970.31	Contract Cost Principles and Procedures
970.5204-13	Allowable costs and fixed-fee (Management and Operating Contracts)
970.5204-14	Allowable costs and fixed-fee (Support Contracts)

- I. <u>Purpose</u>. The purpose of this Acquisition Letter is to implement the restrictions on the use of funds contained in the Energy and Water Development Appropriations Act of 1994 (Public Law 103-126, October 28, 1993), which appropriated funds for general science and research activities to carry out the purposes of the Department of Energy Organization Act (42 U.S.C. 7101) and for efforts to terminate the Superconducting Super Collider project.
- II. <u>Background</u>. The Energy and Water Development Appropriations Act of 1994 (the Act) appropriated \$975,114,000 for general science and research activities carrying out the purposes of the Department of Energy Organization Act and \$640,000,000 for terminating the Superconducting Super Collider project. It included a proviso that none of the funds appropriated for general science and research activities or the termination under this section could be obligated or expended for food, beverages, receptions, parties, country club fees, plants or flowers pursuant to any cost-reimbursable contract.
- III. <u>Guidance</u>. The restricting language of the Act on the use of its funds applies to all cost-reimbursement contracts of the Department of Energy, both management and operating contracts and other cost-reimbursement contracts, which receive funding pursuant to the Act.